UNITED STATES SECURITIES AND EXCHANGE COMMISSION

WASHINGTON, DC 20549

FORM 8-K

CURRENT REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

Date of report (Date of earliest event reported): April 3, 2019 (March 29, 2019)

MACK-CALI REALTY CORPORATION

(Exact Name of Registrant as Specified in Charter)

Maryland

(State or Other Jurisdiction of Incorporation)

1-13274

(Commission File Number)

22-3305147

(IRS Employer Identification No.)

Harborside 3, 210 Hudson St., Ste. 400 Jersey City, New Jersey 07311

(Address of Principal Executive Offices) (Zip Code)

(732) 590-1010

(Registrant's telephone number, including area code)

MACK-CALI REALTY, L.P.

(Exact Name of Registrant as Specified in Charter)

Delaware

(State or Other Jurisdiction of Incorporation)

333-57103

(Commission File Number)

22-3315804

(IRS Employer Identification No.)

Harborside 3, 210 Hudson St., Ste. 400 Jersey City, New Jersey 07311

(Address of Principal Executive Offices) (Zip Code)

(732) 590-1010

(Registrant's telephone number, including area code)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions (eee General Instruction A.2. below):

Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

Indicate by check mark whether the registrant is an emerging growth company as defined in Rule 405 of the Securities Act of 1933 (§230.405 of this chapter) or Rule 12b-2 of the Securities Exchange Act of 1934 (§240.12b-2 of this chapter). Emerging growth company \Box

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

□

Item 2.01 - Completion of Acquisition or Disposition of Assets

As previously disclosed, on February 21, 2019, and as subsequently amended on March 4, 2019, certain wholly-owned subsidiaries of Mack-Cali Realty, L.P. (the "Operating Partnership"), the operating partnership through which Mack-Cali Realty Corporation (the "General Partner"), conducts substantially all of its operations, entered into two (2) agreements of purchase and sale (collectively, the "Agreements") with RMC Acquisition Entity, LLC (the "Purchaser"), a Delaware limited liability company affiliated with the Robert Martin Company, LLC ("RMC"). The Operating Partnership and the General Partner are collectively defined as the "Company". Pursuant to the Agreements, the Company agreed to sell to the Purchaser all of the Company's right, title and interest in and to certain fee and leasehold interests in a portfolio of 56 office/flex buildings and associated real property located in Westchester County, New York and Stamford, Connecticut aggregating approximately 3.1 million square feet of office/flex space, (collectively, the "Flex Portfolio") for an aggregate purchase price of \$487,500,000 (the "Purchase Price").

On March 29, 2019, the Company completed the sale of the Flex Portfolio to the Purchaser for the Purchase Price. The Company estimates to record a gain on the sale of the Flex Portfolio of approximately \$250 million. The Company received net sales proceeds of approximately \$461 million, \$251.1 million of which were held by a qualified intermediary at the completion of the transaction, which is included in deferred charges, goodwill and other assets, net (classified as a non-cash event). Additionally, included in the purchase consideration for the sale was the redemption by the Purchaser of 301,638 common units in the Operating Partnership, valued at \$6.6 million pursuant to the Agreements. The Company used the net cash received at the closing, after closing costs, pro-rations, security deposit transfers and other credits, of approximately \$209.9 million, as follows: (1) repaid \$119.9 million of outstanding borrowings under its unsecured revolving credit facility; and (2) paid down \$90 million of its \$350 unsecured term loan. A copy of the General Partner's press release announcing the completion of the sale of the Flex Portfolio is filed as Exhibit 99.1 hereto.

Item 9.01 Financial Statements and Exhibits

(b) Pro Forma Financial Information - The following unaudited pro forma financial statements of the General Partner and the Operating Partnership are submitted at the end of this Current Report on Form 8-K and are filed herewith and incorporated herein by reference:

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Summary of Unaudited Pro Forma Financial Statements	F-1
Unaudited Pro Forma Consolidated Balance Sheet of Mack-Cali Realty Corporation and Subsidiaries as of December 31, 2018	F-2
Unaudited Pro Forma Consolidated Balance Sheet of Mack-Cali Realty, L.P. and Subsidiaries as of December 31, 2018	F-3
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Unaudited Pro Forma Consolidated Statement of Operations of Mack-Cali Realty Corporation and Subsidiaries for the Year Ended December 31, 2018	F-5
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Notes to Unaudited Pro Forma Consolidated Statements of Operations	F-7
(d) Exhibits	
Exhibit Number Exhibit Title	
Press Release of Mack-Cali Realty Corporation dated April 3, 2019.	
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EXHIBIT INDEX

Exhibit Number	Exhibit Title
99.1	Press Release of Mack-Cali Realty Corporation dated April 3, 2019.
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SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, as amended, each registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

Dated: April 3, 2019

Dated: April 3, 2019

MACK-CALI REALTY CORPORATION

By:

/s/ Gary T. Wagner

Gary T. Wagner General Counsel and Secretary

MACK-CALI REALTY, L.P.

Mack-Cali Realty Corporation, its general partner By:

By:

/s/ Gary T. Wagner Gary T. Wagner General Counsel and Secretary

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Mack-Cali Realty Corporation and Subsidiaries Mack-Cali Cali Realty, L.P. and Subsidiaries Summary of Unaudited Pro Forma Financial Statements

The unaudited pro forma financial information should be read in conjunction with the financial statements and notes of the General Partner and the Operating Partnership included in its annual report filed on Form 10-K for the year ended December 31, 2018, (filed February 20, 2019).

The unaudited pro forma financial information is presented in accordance with Article 11 of Regulation S-X promulgated by the United States Securities and Exchange Commission (the "SEC") to give effect to the sale of the Flex Portfolio, less closing costs, which closed on March 29, 2019. This pro forma financial information also reflects the use of proceeds described above, including the repayment of the Company's \$119.9 million of outstanding borrowings under its unsecured revolving credit facility and the pay down of \$90 million of the Company's \$350 unsecured term loan.

The unaudited pro forma consolidated statements of operations for the year ended December 31, 2018 give effect to the Flex Portfolio disposition described above as if it had occurred on January 1, 2018, and the impact on interest expense of debt paydowns as if those paydowns occurred on January 1, 2018.

In the opinion of the General Partner's and Operating Partnership's management, all adjustments necessary to reflect the effects of the transaction described above have been made. The unaudited pro forma financial information is presented for illustrative purposes only and is not necessarily indicative of what the General Partner's and Operating Partnership's actual results of operations or financial condition would have been had the transaction occurred on the date indicated, nor does it purport to represent the future results of operations or financial condition of the General Partner or the Operating Partnership.

MACK-CALI REALTY CORPORATION AND SUBSIDIARIES UNAUDITED PRO FORMA CONDENSED CONSOLIDATED BALANCE SHEET

As of December 31, 2018 (Unaudited; in thousands, except per share amounts)

Rental Property Canadian del caschold interests S 807,236 S (38,402) S 768,83 S 104,000 S		1	Historical (a)	Α,	Pro forma liustments (b)		Pro forma
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Banda leasehola interests							
Buildings and Improvements		\$	807.236	\$	(38.402)	\$	768,834
Femantiumprovements		*		-	(/ /	-	
Pumiture, fixtures and equipment			, ,		(/ /		304,829
S. S. S. S. S. S. S. S.	1		,		(==,==,		53,718
Less - accumulated depreciation and amortization				-	(371 325)	_	
Rental property held for sale, net	Less - accumulated depreciation and amortization		, ,				(922,050)
Rental property held for sale, net 108,848							
Net investment in rental property	Rental property held for sale, net		, ,				, ,
Cash and eash equivalents 29.633 — 29.633 Restricted cash 19.9921 — 19.929 Investments in unconsolidated joint ventures 232,750 — 232,750 Unbilled reits receivable, net of allowance for doubtful accounts of \$1,08 355,234 237,449 89.268 Accounts receivable, net of allowance for doubtful accounts of \$1,108 \$35,234 237,449 \$2,600 Total assets \$ 5,066,644 \$ 30,672 \$ 5,091,310 Total assets \$ 30,045 \$ 30,045 \$ 3,045 Total fabilities \$ 30,045				-	(195 507)		
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Investments in unconsolidated joint ventures	1		,		_		. ,
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Clabilities S S S S S S S S S	Total assets	S	5.060.644	S	30.672	\$	5.091.316
Senior unsecured notes, net \$ 570,314 \$ — \$ 570,31 Unsecured revolving credit facility and term loans 790,939 (20,928) 581,011 Mortgages, loans payable and other obligations, net 1,431,398 — 1,431,398 — 21,877 — 21,877 Accounts payable, accrued expenses and other liabilities 168,115 (444) 167,679 Accounts payable, accrued expenses and other liabilities 168,115 (444) 167,659 33,688 Accrued interest payable 9,117 — 9,117 — 9,117 — 9,117 — 9,117 — 9,117 — 9,117 — 10,111 — 1	1 otal abbets	Ψ	2,000,011	Ψ	30,072	Ψ	2,071,510
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Dividends and distributions payable 21,877 — 21,877 Accounts payable, accrued expenses and other liabilities 168,115 (444) 167,676 Accounts payable, accrued expenses and other liabilities 41,244 (7,556) 33,678 Accrued interest payable 9,117 — 9,117 Total liabilities 3,033,004 (217,928) 2,815,076 Commitments and contingencies			,		(209,928)		
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Operating Partnership 168,373 20,303 188,676 Consolidated joint ventures 42,150 — 42,150 Total noncontrolling interests in subsidiaries 210,523 20,303 230,826 Total equity 1,697,181 248,600 1,945,781			-,,				-,,,,
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Consolidated joint ventures 42,150 — 42,150 Total noncontrolling interests in subsidiaries 210,523 20,303 230,826 Total equity 1,697,181 248,600 1,945,781			168 373		20 303		188 676
Total noncontrolling interests in subsidiaries 210,523 20,303 230,826 Total equity 1,697,181 248,600 1,945,781			,				
Total equity 1,697,181 248,600 1,945,781				-	20 303		
			210,323		20,303		230,020
	Total equity		1 697 181		248 600		1 945 781
Total liabilities and equity \$ 5,060,644 \$ 30,672 \$ 5,091,310	· ······ · · · · · · · · · · · · · · ·		1,077,101	_	240,000		1,2 73,701
	Total liabilities and equity	S	5,060,644	S	30.672	\$	5,091,316
<u> </u>		<u> </u>	2,000,011	*	20,072		2,071,010

MACK-CALI REALTY, L.P. AND SUBSIDIARIES UNAUDITED PRO FORMA CONDENSED CONSOLIDATED BALANCE SHEET

As of December 31, 2018
(Unaudited; in thousands, except per unit amounts)

		Historical (a)	Pro forma ljustments (b)	Pro forma
ASSETS			<u>, , , , , , , , , , , , , , , , , , , </u>	
Rental Property				
Land and leasehold interests	\$	807,236	\$ (38,402)	\$ 768,834
Buildings and Improvements		4,109,797	(302,486)	3,807,311
Tenant improvements		335,266	(30,437)	304,829
Furniture, fixtures and equipment		53,718	_	53,718
		5,306,017	 (371,325)	4,934,692
Less - accumulated depreciation and amortization		(1,097,868)	175,818	(922,050)
		4,208,149	 (195,507)	4,012,642
Rental property held for sale, net		108,848	_	108,848
Net investment in rental property		4,316,997	 (195,507)	4,121,490
Cash and cash equivalents		29,633		29,633
Restricted cash		19,921	_	19,921
Investments in unconsolidated joint ventures		232,750	_	232,750
Unbilled rents receivable, net		100,737	(11,001)	89,736
Deferred charges, goodwill and other assets, net		355,234	237,449	592,683
Accounts receivable, net of allowance for doubtful accounts of \$1,108		5,372	(269)	5,103
		_		
Total assets	\$	5,060,644	\$ 30,672	\$ 5,091,316
LIABILITIES AND EQUITY				
Senior unsecured notes, net	\$	570,314	\$ _	\$ 570,314
Unsecured revolving credit facility and term loans		790,939	(209,928)	581,011
Mortgages, loans payable and other obligations, net		1,431,398		1,431,398
Distributions payable		21,877	_	21,877
Accounts payable, accrued expenses and other liabilities		168,115	(444)	167,671
Rent received in advance and security deposits		41,244	(7,556)	33,688
Accrued interest payable		9,117		9,117
Total liabilities		3,033,004	(217,928)	2,815,076
Commitments and contingencies		_		
Redeemable noncontrolling interests		220.450		220 450
		330,459		330,459
Partners' Capital:				
General Partner, 90,320,306 common units outstanding		1,413,497	228,297	1 641 704
Limited partners, 10,174,285 common units outstanding		232,764	20,303	1,641,794 253,067
Accumulated other comprehensive income		8,770	20,303	8,770
Total Mack-Cali Realty, L.P. partners' capital		1,655,031	 248,600	 1,903,631
Total Wack-Call Realty. E.I. partitets capital	_	1,033,031	 248,000	 1,903,031
Noncontrolling interests in consolidated joint ventures		42,150		42,150
Noncontrolling interests in consolidated joint ventures		42,130	 	 42,130
Total equity		1,697,181	248,600	1,945,781
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Total liabilities and equity	\$	5,060,644	\$ 30,672	\$ 5,091,316
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MACK-CALI REALTY CORPORATION AND SUBSIDIARIES MACK-CALI REALTY, L.P. AND SUBSIDIARIES NOTES TO PRO FORMA CONSOLIDATED BALANCE SHEETS

DECEMBER 31, 2018

(Unaudited)

NOTE 1: PRO FORMA BASIS OF PRESENTATION

The unaudited pro forma consolidated balance sheets of the General Partner and the Operating Partnership are presented as if the Flex Portfolio disposition had occurred on December 31, 2018. The following pro forma adjustments are included in the consolidated balance sheets:

- (a) Reflects the December 31, 2018 historical consolidated balance sheet of the General Partner and the Operating Partnership, as reported in the Form 10-K (filed February 20, 2019).
- (b) Represents adjustments to reflect the Flex Portfolio disposition and use of proceeds, as follows:
 - The elimination of assets and liabilities attributable to the Flex Portfolio as if the sale had occurred on January 1, 2018.
 - The pro forma increase to deferred charges, goodwill and other assets, net, resulting from \$251.1 million of the sales proceeds to the Company being held by a qualified intermediary with the completion of the sale, as well as approximately \$1 million from amounts due from the settlement of hedged interest rate swap agreements resulting from the repayment of debt with sales proceeds, which are classified in this balance sheet account.
 - The reduction of unsecured credit facility and term loans as a result of the pay down of a total of \$209.9 million of debt with the net cash proceeds from the
 - The pro forma increase of accounts payable, accrued expenses and other liabilities due to accrued estimated closing costs for the transaction of approximately \$3
 - The reduction of Noncontrolling interests in Operating Partnership and dividends in excess of net earnings for the General Partner, and the reduction of Partners' Capital for the General Partnership, which resulted from the redemption of 301,638 common units in the Operating Partnership, with a book value of \$5 million, as part of the disposition consideration.
 - The corresponding estimated gain on the sale of the Flex Portfolio disposition in the respective equity accounts.

MACK-CALI REALTY CORPORATION AND SUBSIDIARIES UNAUDITED PRO FORMA CONDENSED CONSOLIDATED STATEMENT OF OPERATIONS

For the Year Ended December 31, 2018

(Unaudited; in thousands, except per share amounts)

	***	istorical (a)		Pro forma djustments		n	ro forma
REVENUES		istoricai (a)	A	ajustments		r	го тогша
Base rents	\$	436,222	\$	(53,794)	(b)	\$	382,428
Escalation and recoveries from tenants	Ψ	44,121	Ψ	(1,586)	(b)	Ψ	42,535
Real estate services		17,094		(1,500)	(0)		17,094
Parking income		22,117		(12)	(b)		22,105
Other income		11,052		(553)	(b)		10,499
Total revenues		530,606		(55,945)	(0)		474,661
EXPENSES							
Real estate taxes		64,555		(5,404)	(b)		59,151
Utilities		39,054		(2,331)	(b)		36,723
Operating services		102,626		(10,453)	(b)		92,173
Real estate services expenses		17,919		_			17,919
General and administrative		53,988		(46)	(b)		53,942
Depreciation and amortization		174,847		(13,981)	(b)		160,866
Land impairments		24,566		_			24,566
Total expenses		477,555		(32,215)			445,340
OTHER (EXPENSE) INCOME							
Interest expense		(83,754)		6,910	(c)		(76,844)
Interest and other investment income (loss)		3,389		_			3,389
Equity in earnings (loss) of unconsolidated joint ventures		(127)		_			(127)
Gain on change of control of interests		14,217		_			14,217
Realized gains (losses) and unrealized losses on disposition of rental property, net		99,436		_			99,436
Gain on disposition of developable land		30,939		_			30,939
Loss from early extinguishment of debt, net		(10,750)		_			(10,750)
Total other income (expense)		53,350		6,910			60,260
Net Income		106,401		(16,820)			89,581
Noncontrolling interest in consolidated joint ventures		1,216					1,216
Noncontrolling interest in Operating Partnership		(9,527)		1,920	(b)		(7,607)
Redeemable noncontrolling interest		(13,979)			(-)		(13,979)
Net income available to common shareholders	\$	84,111	\$	(14,900)		\$	69,211
Basic earnings per common share:							
Net income available to common shareholders	\$	0.80	\$	(0.16)		\$	0.64
Diluted earnings per common share:	Ф	0.00	Ф	(0.10)		Ф	0.64
Net income available to common shareholders	\$	0.80	\$	(0.16)		\$	0.64
Basic weighted average shares outstanding		90,388					90,388
Diluted weighted average shares outstanding		100,724		(302)	(d)		100,422
F-5		<u>, </u>			` ′		
1-3							

MACK-CALI REALTY, L.P. AND SUBSIDIARIES UNAUDITED PRO FORMA CONDENSED CONSOLIDATED STATEMENT OF OPERATIONS

For the Year Ended December 31, 2018

(Unaudited; in thousands, except per unit amounts)

Sease rests		I	Historical (a)		Pro forma djustments		Pro forma
Real estate services from tenants							
Real estate services 17,094 — 17,094 Parking income 22,17 (12, 06) 22,16 Other income 11,052 (553) (b) 10,499 Total revenues 530,606 (5594) (b) 10,499 EXPENSE Total revenues 8 (553) (b) 59,151 Utilities 39,094 (2,331) (b) 36,213 Operating services 102,026 (10,453) (b) 59,151 Utilities 179,19 — 17,919 — 17,919 Operating services expenses 179,19 — 17,919 — 17,919 Operating services expenses 174,847 (13,981) (b) 50,342 10,045 (b) 53,942 Real estate services expenses 179,19 — 17,919 — 17,919 — 17,919 — 17,919 — 17,919 — 17,919 — 17,919 — 17,919 — 17,919 —		\$,	\$			
Barking income 12,117 (2) (b) 22,105 Other income 11,052 (553) (b 10,490 Total revenues 530,666 (55,943) (b 10,490 EXPENSES T T T 5,504 (b) 59,151 Real estate taxes 64,555 (5,404) (b) 50,223 (c) 0,522 (c) 0,532 0 0,532 0 0,52					(1,586)	(b)	
Other income 11,052 (55,36) (55,945) 10,499 Total revenues 530,606 (55,945) 474,661 EXPENSES 8 (5,404) (b) 59,151 Utilities 39,054 (2,331) (b) 59,151 Utilities 39,054 (2,331) (b) 59,151 Querating services 10,262 (10,453) (b) 59,151 Real estate services expenses 117,919 — 17,919 General and administrative 33,888 4(b) 53,942 Depreciation and amortization 1174,847 (13,801) (b) 160,866 Total expenses 477,555 (32,215) 455,60 — 24,566 Total expenses (83,754) 6,910 (c) 76,844 Interest expense (83,754) 6,910 (c) 76,844 Interest expense (83,754) 6,910 (c) 76,844 Interest expense (83,754) 6,910 (c) 76,844 <t< td=""><td></td><td></td><td>. ,</td><td></td><td>_</td><td></td><td></td></t<>			. ,		_		
Page					()		,
RAYENSES Case Cas					(553)	(b)	
Real state taxes	Total revenues		530,606		(55,945)	_	474,661
Dilitidies 39,054 (2,331) (6) 36,723 (7)	EXPENSES						
Operating services 102,626 (10,453) (b) 92,173 Real estate services expenses 17,919 — 17,919 General and administrative 53,988 (46) (b) 53,942 Depreciation and amortization 174,847 (13,981) (b) 160,866 Land impairments 24,566 — 24,566 Total expenses (83,754) 6,910 (c) (76,844) OTHER (EXPENSE) INCOME Interest expense (83,754) 6,910 (c) (76,844) Interest and other investment income (loss) 3,389 — 3,389 Equity in earnings (loss) of unconsolidated joint ventures (127) — (127) Gain on change of control of interests 14,217 — (127) Gain on disposition of developable land 30,393 — 99,436 Gain on disposition of developable land 10,593 — 10,750 Total other income (expense) 53,350 6,910 60,260 Net income expense 10,401 (16,820	Real estate taxes		64,555		(5,404)	(b)	59,151
Real estate services expenses 17,919 — 17,919 General and administrative 53,988 4(6) 53,942 Depreciation and amortization 174,847 (13,981) (b) 100,866 Land impairments 24,566 — 24,566 Total expenses 477,555 (32,215) 445,340 OTHER (EXPENSE) INCOME Interest expense (83,754) 6,910 (c) (76,844) Interest and other investment income (loss) 33,389 — 3,389 Interest sand other investment income (loss) 31,217 — (217) Gain on change of control of interests 14,217 — 12,217 Realized gains (losses) and unrealized losses on disposition of rental property, net 99,436 — 99,436 Gain on disposition of developable land 30,999 — 10,216 Realized gains (losses) and unrealized losses on disposition of rental property, net 10,750 — 10,750 Loss from early extinguishment of debt, net 10,750 — 6,910 6,910 Nonc			39,054		(2,331)	(b)	36,723
Real estate services expenses 17,919 — 17,919 General and administrative 53,988 4(6) 53,942 Depreciation and amortization 174,847 (13,981) (b) 100,866 Land impairments 24,566 — 24,566 Total expenses 477,555 (32,215) 445,340 OTHER (EXPENSE) INCOME Interest expense (83,754) 6,910 (c) (76,844) Interest and other investment income (loss) 33,389 — 3,389 Interest sand other investment income (loss) 31,217 — (217) Gain on change of control of interests 14,217 — 12,217 Realized gains (losses) and unrealized losses on disposition of rental property, net 99,436 — 99,436 Gain on disposition of developable land 30,999 — 10,216 Realized gains (losses) and unrealized losses on disposition of rental property, net 10,750 — 10,750 Loss from early extinguishment of debt, net 10,750 — 6,910 6,910 Nonc	Operating services		102,626		(10,453)	(b)	92,173
Depreciation and amortization	Real estate services expenses		17,919		_		17,919
Part	General and administrative		53,988		(46)	(b)	53,942
Total expenses	Depreciation and amortization		174,847		(13,981)	(b)	160,866
OTHER (EXPENSE) INCOME Interest expense (83,754) 6,910 (c) (76,844) Interest and other investment income (loss) 3,389 — 3,389 Equity in earnings (loss) of unconsolidated joint ventures (127) — (127) Gain on change of control of interests 14,217 — 14,217 Realized gains (losses) and unrealized losses on disposition of rental property, net 99,436 — 99,436 Gain on disposition of developable land 30,939 — 30,939 Gain on disposition of developable land 30,939 — (10,750) Loss from early extinguishment of debt, net (10,750) — (10,750) Total other income (expense) 53,350 6,910 60,260 Net income 106,401 (16,820) 89,581 Noncontrolling interest in consolidated joint ventures 1,216 — 1,216 Redeemable noncontrolling interest (13,979) — (13,979) Net income available to common unitholders \$ 0.80 \$ (0.16) \$ 0.64 Diluted	Land impairments		24,566		_		24,566
Interest expense (83,754) (6,910 (c) (76,844) Interest and other investment income (loss) (127) (127) Gain on change of control of interests (127) (127) Gain on change of control of interests (127) (127) Gain on change of control of interests (127) (127) Gain on change of control of interests (14,217) (14,217) Realized gains (losses) and unrealized losses on disposition of rental property, net (99,436) (10,750) (10,750) (10,750) Loss from early extinguishment of debt, net (10,750) (10,750) (10,750) Total other income (expense) (10,750) (10,750) (10,750) Net income (expense) (10,750) (10,750) (10,750) Net income (expense) (13,979) (13,979) Net income available to common unitholders (13,979) (13,979) Net income available to common unitholders (13,979) (13,979) Net income available to common unitholders (13,979) (13,979) Sasic earnings per common unitholders (13,979) (13,979) Net income available to common unitholders (13,979) (13,979) (13,979) Net income available to common unitholders (13,979) (13,979) (13,979) (13,979) Net income available to common unitholders (13,979) (13,	Total expenses		477,555		(32,215)		445,340
Interest expense (83,754) (6,910 (c) (76,844) Interest and other investment income (loss) (127) (127) Gain on change of control of interests (127) (127) Gain on change of control of interests (127) (127) Gain on change of control of interests (127) (127) Gain on change of control of interests (14,217) (14,217) Realized gains (losses) and unrealized losses on disposition of rental property, net (99,436) (10,750) (10,750) (10,750) Loss from early extinguishment of debt, net (10,750) (10,750) (10,750) Total other income (expense) (10,750) (10,750) (10,750) Net income (expense) (10,750) (10,750) (10,750) Net income (expense) (13,979) (13,979) Net income available to common unitholders (13,979) (13,979) Net income available to common unitholders (13,979) (13,979) Net income available to common unitholders (13,979) (13,979) Sasic earnings per common unitholders (13,979) (13,979) Net income available to common unitholders (13,979) (13,979) (13,979) Net income available to common unitholders (13,979) (13,979) (13,979) (13,979) Net income available to common unitholders (13,979) (13,	OTHER (EXPENSE) INCOME						
Interest and other investment income (loss) 3,389 - 3,389 Equity in earnings (loss) of unconsolidated joint ventures (127) - (127) Gain on change of control of interests 14,217 - (14,217) Realized gains (losses) and unrealized losses on disposition of rental property, net 99,436 - (99,436) Gain on disposition of developable land 30,939 - (30,939) Loss from early extinguishment of debt, net (10,750) - (10,750) Total other income (expense) 53,350 6,910 60,260 Net income (expense) 106,401 (16,820) 89,581 Noncontrolling interest in consolidated joint ventures 1,216 - (13,979) Redeemable noncontrolling interest (13,979) - (13,979) Net income available to common unitholders 93,638 (16,820) 76,818 Basic earnings per common unit: Net income available to common unitholders \$ 0.80 \$ (0.16) \$ 0.64 Basic weighted average units outstanding 100,634 (302) (d) 100,332 Diluted weighted average units outstanding 100,724 (302) (d) 100,422			(83,754)		6,910	(c)	(76,844)
Gain on change of control of interests 14,217 — 14,217 Realized gains (losses) and unrealized losses on disposition of rental property, net 99,436 — 99,436 Gain on disposition of developable land 30,939 — 30,939 Loss from early extinguishment of debt, net (10,750) — (10,750) Total other income (expense) 53,350 6,910 60,260 Net income 106,401 (16,820) 89,581 Noncontrolling interest in consolidated joint ventures 1,216 — 1,216 Redeemable noncontrolling interest (13,979) — (13,979) Net income available to common unitholders \$ 93,638 (16,820) \$ 76,818 Basic earnings per common unit: Net income available to common unitholders \$ 0.80 (0.16) \$ 0.64 Diluted earnings per common unitholders Net income available to common unitholders \$ 0.80 (0.16) \$ 0.64 Basic weighted average units outstanding 100,634 (302) (d) 100,322	Interest and other investment income (loss)		3,389		_	` /	3,389
Gain on change of control of interests 14,217 — 14,217 Realized gains (losses) and unrealized losses on disposition of rental property, net 99,436 — 99,436 Gain on disposition of developable land 30,939 — 30,939 Loss from early extinguishment of debt, net (10,750) — (10,750) Total other income (expense) 53,350 6,910 60,260 Net income 106,401 (16,820) 89,581 Noncontrolling interest in consolidated joint ventures 1,216 — 1,216 Redeemable noncontrolling interest (13,979) — (13,979) Net income available to common unitholders \$ 93,638 (16,820) \$ 76,818 Basic earnings per common unit: Net income available to common unitholders \$ 0.80 (0.16) \$ 0.64 Diluted earnings per common unitholders Net income available to common unitholders \$ 0.80 (0.16) \$ 0.64 Basic weighted average units outstanding 100,634 (302) (d) 100,322	Equity in earnings (loss) of unconsolidated joint ventures		(127)		_		(127)
Realized gains (losses) and unrealized losses on disposition of rental property, net 99,436 — 99,436 Gain on disposition of developable land 30,939 — 30,939 Loss from early extinguishment of debt, net (10,750) — (10,750) Total other income (expense) 53,350 6,910 60,260 Net income 106,401 (16,820) 89,581 Noncontrolling interest in consolidated joint ventures 1,216 — 1,216 Redeemable noncontrolling interest (13,979) — (13,979) Net income available to common unitholders \$ 93,638 (16,820) \$ 76,818 Basic earnings per common unit. Net income available to common unitholders \$ 0.80 (0.16) \$ 0.64 Diluted earnings per common unitholders Net income available to common unitholders \$ 0.80 (0.16) \$ 0.64 Basic weighted average units outstanding 100,634 (302) (d) 100,332 Diluted weighted average units outstanding 100,724 (302) (d) 100,422			14,217		_		14,217
Gain on disposition of developable land 30,939 — 30,939 Loss from early extinguishment of debt, net (10,750) — (10,750) Total other income (expense) 53,350 6,910 60,260 Net income 106,401 (16,820) 89,581 Noncontrolling interest in consolidated joint ventures 1,216 — 1,216 Redeemable noncontrolling interest (13,979) — (13,979) Net income available to common unitholders \$ 93,638 \$ (16,820) \$ 76,818 Basic earnings per common unit: Net income available to common unitholders \$ 0.80 \$ (0.16) \$ 0.64 Diluted earnings per common unitholders Net income available to common unitholders \$ 0.80 \$ (0.16) \$ 0.64 Diluted weighted average units outstanding 100,634 (302) (d) 100,332 Diluted weighted average units outstanding 100,724 (302) (d) 100,422			99,436		_		99,436
Loss from early extinguishment of debt, net (10,750) — (10,750) Total other income (expense) 53,350 6,910 60,260 Net income 106,401 (16,820) 89,581 Noncontrolling interest in consolidated joint ventures 1,216 — 1,216 Redeemable noncontrolling interest (13,979) — (13,979) Net income available to common unitholders \$ 93,638 \$ (16,820) \$ 76,818 Basic earnings per common unit: Net income available to common unitholders \$ 0.80 \$ (0.16) \$ 0.64 Diluted earnings per common unit: \$ 0.80 \$ (0.16) \$ 0.64 Basic weighted average units outstanding 100,634 (302) (d) 100,332 Diluted weighted average units outstanding 100,724 (302) (d) 100,422			30,939		_		30,939
Total other income (expense) 53,350 6,910 60,260 Net income 106,401 (16,820) 89,581 Noncontrolling interest in consolidated joint ventures 1,216 — 1,216 Redeemable noncontrolling interest (13,979) — (13,979) Net income available to common unitholders \$ 93,638 \$ (16,820) \$ 76,818 Basic earnings per common unit: Net income available to common unitholders \$ 0.80 \$ (0.16) \$ 0.64 Diluted earnings per common unitholders Net income available to common unitholders \$ 0.80 \$ (0.16) \$ 0.64 Basic weighted average units outstanding 100,634 (302) (d) 100,332 Diluted weighted average units outstanding 100,724 (302) (d) 100,422			(10,750)		_		(10,750)
Net income 106,401 (16,820) 89,581 Noncontrolling interest in consolidated joint ventures 1,216 — 1,216 Redeemable noncontrolling interest (13,979) — (13,979) Net income available to common unitholders \$ 93,638 \$ (16,820) \$ 76,818 Basic earnings per common unit: Net income available to common unitholders \$ 0.80 \$ (0.16) \$ 0.64 Dilluted earnings per common unitholders \$ 0.80 \$ (0.16) \$ 0.64 Basic weighted average units outstanding 100,634 (302) (d) 100,332 Dilluted weighted average units outstanding 100,724 (302) (d) 100,422					6,910		60,260
Noncontrolling interest in consolidated joint ventures Redeemable noncontrolling interest (13,979) Net income available to common unitholders Basic earnings per common unit: Net income available to common unitholders Builted earnings per common unit: Net income available to common unitholders Builted earnings per common unit: Net income available to common unitholders Builted earnings per common unit: Net income available to common unitholders Builted earnings per co	Net income					_	89 581
Redeemable noncontrolling interest $ (13,979) = - (13,979) $ Net income available to common unitholders $ $93,638 $ $ (16,820) $ $76,818 $ Basic earnings per common unit: Net income available to common unitholders $ $0.80 $ $ (0.16) $ 0.64 $ Diluted earnings per common unit: Net income available to common unitholders $ $0.80 $ $ (0.16) $ 0.64 $ Basic weighted average units outstanding $ 100,634 $ (302) (d) $ 100,332 $ Diluted weighted average units outstanding $ 100,724 $ (302) (d) $ 100,422 $	Noncontrolling interest in consolidated joint ventures		, .		(10,020)		
Net income available to common unitholders $$93,638$ $$(16,820)$ $$76,818$ Basic earnings per common unit: Net income available to common unitholders $$0.80$ $$(0.16)$ $$0.64$ Diluted earnings per common unit: Net income available to common unitholders $$0.80$ $$(0.16)$ $$0.64$ Basic weighted average units outstanding $$100,634$ $$(302)$ (d) $$100,332$ Diluted weighted average units outstanding $$100,724$ $$(302)$ (d) $$100,422$					_		,
Net income available to common unitholders \$ 0.80 \$ (0.16) \$ 0.64 Diluted earnings per common unit: Net income available to common unitholders \$ 0.80 \$ (0.16) \$ 0.64 Basic weighted average units outstanding $100,634$ (302) (d) $100,332$ Diluted weighted average units outstanding $100,724$ (302) (d) $100,422$		\$		\$	(16,820)	\$	
Net income available to common unitholders \$ 0.80 \$ (0.16) \$ 0.64 Diluted earnings per common unit: Net income available to common unitholders \$ 0.80 \$ (0.16) \$ 0.64 Basic weighted average units outstanding $100,634$ (302) (d) $100,332$ Diluted weighted average units outstanding $100,724$ (302) (d) $100,422$	Davis comings non common unit.						
Diluted earnings per common unit: Net income available to common unitholders \$ 0.80 \$ (0.16) \$ 0.64 Basic weighted average units outstanding 100,634 (302) (d) 100,332 Diluted weighted average units outstanding 100,724 (302) (d) 100,422		¢.	0.80	¢.	(0.16)	¢	0.64
Net income available to common unitholders \$ 0.80 \$ (0.16) \$ 0.64 Basic weighted average units outstanding 100,634 (302) (d) 100,332 Diluted weighted average units outstanding 100,724 (302) (d) 100,422	Net income available to common unitholders	<u> </u>	0.80	D.	(0.16)	<u> </u>	0.04
Net income available to common unitholders \$ 0.80 \$ (0.16) \$ 0.64 Basic weighted average units outstanding 100,634 (302) (d) 100,332 Diluted weighted average units outstanding 100,724 (302) (d) 100,422	Diluted earnings per common unit:						
Diluted weighted average units outstanding 100,724 (302) (d) 100,422		\$	0.80	\$	(0.16)	\$	0.64
	Basic weighted average units outstanding		100,634		(302)	(d)	100,332
	Diluted weighted average units outstanding		100,724		(302)	(d)	100,422
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MACK-CALI REALTY CORPORATION AND SUBSIDIARIES MACK-CALI REALTY, L.P. AND SUBSIDIARIES NOTES TO PRO FORMA CONSOLIDATED STATEMENTS OF OPERATIONS FOR THE YEAR ENDED DECEMBER 31, 2018

(Unaudited)

NOTE 1: PRO FORMA BASIS OF PRESENTATION

The unaudited pro forma consolidated statements of operations of the General Partner and the Operating Partnership are presented as if the Flex Portfolio disposition had occurred on January 1, 2018. The following pro forma adjustments are included in the unaudited pro forma consolidated statements of operations:

- (a) Reflects the historical consolidated statements of operations of the General Partner and Operating Partnership as reported in the Form 10-K for the year ended December 31, 2018 (filed February 20, 2019).
- (b) Represents adjustments to reflect the Flex Portfolio disposition as if the sale had occurred on January 1, 2018. The estimated gain, related transaction and debt prepayments costs have not been included in the pro forma consolidated statements of operations.
- (c) Represents the pro forma reduction of interest expense as a result of: (1) the use of the net cash proceeds from the Flex Portfolio disposition being used to pay down \$119.9 million of outstanding borrowings under the Company's unsecured revolving credit facility, which carried a weighted average annual interest rate for 2018 of approximately 3.3 percent; and (2) the repayment of \$90 million of the Company's \$350 million unsecured term loan, which carried a fixed effective annual interest rate of 3.28 percent in 2018.
- (d) Represents the pro forma reduction of weighted shares/units for 2018, which resulted from the redemption of 301,638 common units in the Operating Partnership, with a book value of \$5 million, as part of the consideration.

NEWS RELEASE

For Immediate Release

Mack-Cali Realty Corporation Completes Disposition of 56-Building Office/Flex Portfolio

- \$487.5 Million Transaction Closed March 29, 2019 -
- Proceeds Used to Repay \$210 Million of Unsecured Debt -

Jersey City, New Jersey — April 3, 2019 — Mack-Cali Realty Corporation (NYSE: CLI), a waterfront centric office and residential property owner, announced that it has executed the sale of its 3.1 million square foot office/flex portfolio. The aggregate sales price for the portfolio was \$487.5 million. A portion of the proceeds from the sale was used to repay \$210 million of unsecured debt at the end of the first quarter. As part of the sales consideration, the purchaser redeemed 301,638 of its common Operating Partnership units, which were valued at \$6.6 million. Inclusive of proceeds from the sale of the Elmsford Distribution Center portfolio on December 31, 2018, the Company has retired \$280 million of unsecured debt from sales of flex portfolios.

Michael J. DeMarco, Chief Executive Officer, stated, "The sale of our office/flex portfolio is an important part of our strategic repositioning and our evolution to a waterfront centric office and residential landlord. Proceeds from the sale of this portfolio were used in part to pay down debt and in part for the recent purchase of Soho Lofts, a 377-unit apartment community in Jersey City, which furthers our waterfront strategy."

About Mack-Cali Realty Corporation

One of the country's leading Real Estate Investment Trusts (REITs), Mack-Cali Realty Corporation is an owner, manager and developer of premier office and multifamily properties in select waterfront and transit-oriented markets throughout the Northeast. Mack-Cali is headquartered in Jersey City, New Jersey, and is the visionary behind the city's flourishing waterfront, where the company is leading development, improvement and place-making initiatives for Harborside, a master-planned destination comprised of class A office, luxury apartments, diverse retail and restaurants, and public spaces.

A fully-integrated and self-managed company, Mack-Cali has provided world-class management, leasing, and development services throughout New Jersey and the surrounding region for two decades. By regularly investing in its properties and innovative lifestyle amenity packages, Mack-Cali creates environments that empower tenants and residents to reimagine the way they work and live.

For more information on Mack-Cali Realty Corporation and its properties, visit www.mack-cali.com.

Statements made in this press release may be forward-looking statements within the meaning of Section 21E of the Securities Exchange Act of 1934, as amended. Forward-looking statements can be identified by the use of words such as "may," "will," "plan," "potential," "projected," "should," "expect," "anticipate," "estimate," "target," "continue," or comparable terminology. Such forward-looking statements are inherently subject to certain risks, trends and uncertainties, many of which the Company cannot predict with accuracy and some of which the Company might not even anticipate and involve factors that may cause actual results to differ materially from those projected or suggested. Readers are cautioned not to place undue reliance on these forward-looking statements and are advised

to consider the factors listed above together with the additional factors under the heading "Disclosure Regarding Forward-Looking Statements" and "Risk Factors" in the Company's Annual Reports on Form 10-K, as may be supplemented or amended by the Company's Quarterly Reports on Form 10-Q, which are incorporated herein by reference. The Company assumes no obligation to update or supplement forward-looking statements that become untrue because of subsequent events, new information or otherwise.

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